

SENATE BILL 1729
By Trail

AN ACT to amend Tennessee Code Annotated, Title 67, relative to
taxation.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 67-4-2109(c)(1), is amended by
adding the following language at the end of item (A):

"Full time employee job" or "full-time employee" also includes a permanent job filled by
an individual who is dedicated to work full-time on the premises of a qualified business
enterprise, and who is on the payroll of an entity other than the entity claiming the job tax
credit, but only if (i) the employee otherwise meets the requirements of this subdivision
and (ii) the employee is made available to the qualified business enterprise through a
written arrangement with the entity that has the employee on its payroll;

SECTION 2. Tennessee Code Annotated, Section 67-4-2109, is amended by adding a
new, appropriately designated subsection as follows:

(g) For each fiscal year of a general partnership, the credit provided in
subsection (c) of this section and the credit provided in § 67-4-2009(4) shall be
computed with respect to such general partnership as if it were a taxpayer. Each credit
that is so computed shall be allowed to each partner in such general partnership (i) in an

amount equal to the total amount of such credit for the general partnership multiplied by such partner's percentage interest in the general partnership on the last day of such fiscal year, and (ii) against such partner's franchise and/or excise tax liability for such partner's tax year which includes such last day. For purposes of subsection (c)(2)(F), the percent of total franchise and/or excise tax liability of a partner that is allowed to be offset by such partner's share of a job tax credit computed with respect to a general partnership shall be determined with respect to the total number of Tennessee full-time employees of the general partnership at the end of the general partnership's fiscal year.

SECTION 3. This act shall take effect upon becoming a law, the public welfare requiring

it.